

**EAGLE MOUNTAIN CITY**  
**CITY COUNCIL MEETING**  
**AUGUST 20, 2013**

<b>TITLE:</b>	BID AWARD – Consideration and Award of Bid to Niels Fugal Sons Company, LLC, for Underground Natural Gas Services		
<b>FISCAL IMPACT:</b>	N/A		
<b>APPLICANT:</b>	Adam Ferre, Energy Department Director		
<b>GENERAL PLAN DESIGNATION</b> N/A	<b>CURRENT ZONE</b> N/A	<b>ACREAGE</b> N/A	<b>COMMUNITY</b>

**NOTICES:**

- Posted in 2 public places
- Posted on City webpage
- Notice to newspapers

**REQUIRED FINDINGS:**

<b>Vote: N/A</b>

<b>Prepared By:</b> Steven Olsen
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**NOTES/COMMENTS:**

**RECOMMENDATION**

The Energy Director recommends that the City Council awards a bid to Niels Fugal Sons Company, LLC, for the installation of underground natural gas services, and authorizes the Mayor to execute an agreement.

**BACKGROUND**

The contractor currently installing our natural gas services requested a significant price increase. Staff determined that it is appropriate to re-bid this work.

New to the contract this year are rock and frost adders. If it becomes necessary for the contractor to excavate through solid rock or frozen ground they can charge the additional amounts to cover their additional time and expense. Any claims for rock or frost must be approved by the dry utility inspector and will be limited to the affected length of trench.

The following is a table listing the current prices and new prices for this contract.

Service Size	Current contract amount	New Contract Amount
3/4"	\$503.93	\$595.00
1-1/4"	\$567.98	\$655.00
2"	\$797.58	\$830.00
Rock Adder	N/A	\$12.00 per foot
Frost Adder	N/A	\$10.00 per foot